Andrew H. Wilson, SBN # 063209 WILSON, RYAN & CAMPILONGO 2 115 Sansome St., 4th Floor San Francisco, California 94104 3 (415) 391-3900 FAX: (415) 954-0938 RECEIVED 4 Laurie J. Bartilson, SBN # 139220 5 BOWLES & MOXON DEC 0 9 1994 6255 Sunset Boulevard, Suite 2000 6 Hollywood, CA 90028 **HUB LAW OFFICES** (213) 953-3360 7 FAX: (213) 953-3351 Attorneys for Plaintiff and Cross-Defendant CHURCH OF SCIENTOLOGY 9 INTERNATIONAL 10 SUPERIOR COURT OF THE STATE OF CALIFORNIA 11 FOR THE COUNTY OF MARIN 12 13 CHURCH OF SCIENTOLOGY ) CASE NO. 157 680 INTERNATIONAL, a California notfor-profit religious corporation; ) DECLARATION OF LAURIE J. BARTILSON IN SUPPORT OF 15 ) PLAINTIFF CHURCH OF SCIENTOLOGY INTERNATIONAL'S Plaintiffs, 16 OPPOSITION TO DEFENDANT SOLINA WALTON'S DEMURRER TO VS. 17 ) COMPLAINT AND MOTION TO GERALD ARMSTRONG; MICHAEL WALTON; ) STRIKE 18 GERALD ARMSTRONG CORPORATION, a California corporation, SOLINA ) DATE: December 16, 1994 TIME: 9:00 a.m. 19 WALTON, et al., DEPT: 1 20 Defendants. TRIAL DATE: May 18, 1995 21 22 23 24 25 26

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I, Laurie J. Bartilson, hereby declare:

- 1. My name is Laurie J. Bartilson. I am a member of the law firm Bowles and Moxon, representing plaintiff in this action. I have personal knowledge of the facts set forth in this declaration and could competently testify thereto if called as a witness.
- 2. This fraudulent conveyance action is presently set for trial on May 18, 1995. A true and correct copy of the order setting this trial date is attached hereto as Exhibit 1.
- 3. In September, 1994, plaintiff Church of Scientology
  International ("CSI") named Solina Walton, wife of defendant
  Michael Walton as Doe Defendant No. 1. A true and correct copy
  of this "Doe" amendment is attached hereto as Exhibit 2.
- 4. Solina Walton is the wife of defendant Michael Walton, who has been a party to this action since its inception. Walton appears as his own attorney, and has now appeared as the attorney for his wife Solina as well. Solina Walton has been Michael Walton's wife ever since this action was initiated. She and Walton reside together in the house located on the disputed Fawn Drive property.
- 5. When CSI undertook to secure its interest in the Fawn Drive property which is the subject of this action via lis pendens, it learned for the first time that Solina Walton claimed an interest in the property.
- 6. During discovery in this action, Walton took 3 depositions. One deposition was of a representative of CSI, Lynn Farny, and the others were of other persons to whom Armstrong had fraudulently conveyed assets, Nancy Rodes and Michael

Douglas. The total time which he expended asking questions during these depositions was approximately 8 hours. In addition, Walton propounded 1 set of requests for the production of documents to plaintiff CSI, which asked for thirteen categories of documents. This comprised all of the discovery taken by Walton.

- 7. Walton took no discovery prior to the deposition of Lynn Farny, which began on July, 1994. All of Walton's discovery was conducted in less than two months, from July 11, 1994 to September 2, 1994. He did it all himself, as a pro se litigant.
- 8. During 1994, CSI attempted repeatedly to enter into settlement negotiations with both Armstrong and Walton. CSI representatives and their counsel met with Armstrong and his lawyer several times to discuss settlement. My co-counsel and I repeatedly tried to begin a dialogue on this subject with Michael Walton as well. When neither Armstrong nor Walton would make any serious effort to discuss the issues presented by these pleadings, it became clear to me and to the other lawyers for CSI that the breach of contract case and the fraudulent conveyance action were both likely to proceed to trial.
- 9. Serving Solina Walton, who claimed an ownership interest in the Fawn Drive property which she states she received after Armstrong's conveyance to Walton, was a necessary adjunct to ensuring that a trial in this matter would not result in yet another uncollectable judgment. At the time Solina Walton was served, I reasonably believed that the then-pending trial date would be continued, allowing Solina Walton ample time in which to

conduct any discovery she felt was necessary beyond the discovery taken by her husband. On September 29, 1994, this Court continued the trial to May 18, 1995.

- 10. On November 17, 1994, I wrote to Michael Walson, and offered to stipulate to an extension of the discovery cut-off, pursuant to C.C.P. § 2034(e), until 30 days prior to the new trial date. A true and correct copy of that letter is attached hereto as Exhibit 3.
- 11. On November 21, 1994, Walton responded to my letter.

  He stated, <u>inter alia</u>, that "I will oppose any motion to reopen discovery in the Marin action." A true and correct copy of that letter is attached hereto as Exhibit 4.
- 12. Solina Walton's sole connection to this litigation is that she claims an ownership interest, with Walton, in some or all of the property which Armstrong conveyed to Walton in 1990. She took her interest, if any exists, from Walton. Thus her defenses to this litigation are derivative from, and identical to, those of Walton.

I declare under the penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Executed this 8th day of December, 1994, at Los Angeles, California.

Laurie J./ Bartilson

1 Andrew H. Wil n SBN 063209 WILSON, RYAN & CAMPILONGO 2 235 Montgomery Street OCT 25 1994 Suite 450 3 San Francisco, California 94104 (415) 391-3900 MARIN COUNTY CLERK TELEFAX: (415) 954-0938 RY'E Wasse of Degree 5 Laurie J. Bartilson SBN 139220 BOWLES & MOXON 6 6255 Sunset Boulevard, Suite 2000 Hollywood, CA 90028 7 (213) 463-4395TELEFAX: (213) 953-3351 8 Attorneys for Plaintiff 9 CHURCH OF SCIENTOLOGY INTERNATIONAL 10 SUPERIOR COURT OF THE STATE OF CALIFORNIA 11 FOR THE COUNTY OF MARIN 12 CHURCH OF SCIENTOLOGY ) CASE NO. 157 680 13 INTERNATIONAL, a California notfor-profit religious corporation, ) [PROPOSED] ORDER 14 ) RE JOINT MOTION FOR CONSOLIDATION AND CONTINUANCE OF TRIAL DATE 15 Plaintiff, 16 17 VS. 18 TRIAL DATE: May 18, 1995 19 GERALD ARMSTRONG; DOES 1 through 25, inclusive, 20

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The joint motion of plaintiff Church of Scientology

International ("Church") and defendants Gerald Armstrong and

Gerald Armstrong Corporation for consolidation and continuance of

trial date is GRANTED. The new trial date is May 18, 1995 at

10:00 a.m. The old trial date of September 29, 1994, is vacated.

Defendants.

1	The new settlement conference date is May 8, 1995 at 9:00 a.m.
2	The old settlement conference date of September 19, 1994 is
3	vacated.
4	Dated: September
5	
6	GaRZ 77. 200045
7	GARY W. THOMAS  Judge of the Superior Court
8	Submitted by:
9	Andrew H. Wilson WILSON, RYAN & CAMPILONGO
11	BOWLES & MOXON
13 14	By: James J. Bartilson
15 16	Attorneys for Plaintiff CHURCH OF SCIENTOLOGY INTERNATIONAL
17	APPROVED AS TO FORM:
18	
19 20	By:Ford Greene, Esq.
21	HUB LAW OFFICES Attorney for Defendants
22	GERALD ARMSTRONG and THE GERALD ARMSTRONG CORPORATION
23	AdibiRond Com oranizon
24	
25	By: Michael Walton, Esq.
26	Pro Se
27	
28	

Andrew H. Wil a SBN 063209 WILSON, RYAN CAMPILONGO 235 Montgomery Street Suite 450 San Francisco, California 94104 (415) 391-3900 TELEFAX: (415) 954-0938

GCT 25 1994

MARIN COUNTY CLERK P.Y. E. Karmist Denuty

Laurie J. Bartilson SBN 139220 BOWLES & MOXON 6255 Sunset Boulevard, Suite 2000 Hollywood, CA 90028 (213) 463-4395 TELEFAX: (213) 953-3351

Attorneys for Plaintiff CHURCH OF SCIENTOLOGY INTERNATIONAL

SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF MARIN

CHURCH OF SCIENTOLOGY INTERNATIONAL, a California notfor-profit religious corporation, ) [PROPOSED] ORDER

) CASE NO. 157 680

RE JOINT MOTION FOR CONSOLIDATION AND CONTINUANCE OF TRIAL DATE

Plaintiff,

VS.

GERALD ARMSTRONG; DOES 1 through 25, inclusive,

TRIAL DATE: May 18, 1995

Defendants.

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The joint motion of plaintiff Church of Scientology International ("Church") and defendants Gerald Armstrong and Gerald Armstrong Corporation for consolidation and continuance of trial date is GRANTED. The new trial date is May 18, 1995 at 10:00 a.m. The old trial date of September 29, 1994, is vacated.

The new settlement conference date is May 8, 1995 at 9:00 a.m. The old settlement conference date of September 19, 1994 is 3 vacated. Dated: September 20, 1994 5 GARY W. THOMAS 6 GARY W. THOMAS 7 Judge of the Superior Court Submitted by: . . 9 Andrew H. Wilson 10 WILSON, RYAN & CAMPILONGO 11 BOWLES & MOXON 12 13 14 15 Attorneys for Plaintiff CHURCH OF SCIENTOLOGY 16 INTERNATIONAL 17 APPROVED AS TO 18 19 20 Ford Greene, AUB LAW OFFICES 21 Attorney for Defendants GERALD ARMSTRONG and THE GERALD 22 ARMSTRONG CORPORATION 23 24 25 Michael Walton, Esq. Pro Se 26

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SEP 1 3 1994

HOWARD HANSON MARIN COUNTY CLERK

by P. Fan, Deputy

LAURIE J. BARTILSON, ESQ., 139220 BOWLES & MOXON 6255 Sunset Boulevard, Suite 2000 Hollywood, California 90028 (213) 953-3360 (213) 953-3351 (Fax)

ANDREW H. WILSON, ESQ., SBN 063209 LINDA M. FONG, ESQ., SBN 124232

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Attorneys for Plaintiff and Cross-Defendant CHURCH OF SCIENTOLOGY INTERNATIONAL

## SUPERIOR COURT OF THE STATE OF CALIFORNIA

## FOR THE COUNTY OF MARIN

CHURCH OF SCIENTOLOGY INTERNATIONAL, ) a California not-for-profit religious corporation;

Plaintiff,

VS.

GERALD ARMSTRONG; MICHAEL WALTON; et al.,

Defendants.

AND RELATED CROSS-ACTIONS

Case No. 157 680

AMENDMENT SUBSTITUTING TRUE NAME FOR FICTITIOUS NAME [CCP §474]

Plaintiff CHURCH OF SCIENTOLOGY INTERNATIONAL has learned the true name of the Defendant designated in the complaint as Doe 2, and substitutes the true name, Solina Behbehani-Walton, the fictitious name wherever it appears in the complaint.

Dated: September 13, 1994

WILSON, BYAN & CAMPILONGO

ANDREW H. WILSON Attorneys for Plaintiffs

SC102-013 APPLIC.EXP 1

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## PROOF OF SERVICE

I declare that I am employed in the City and County of San Francisco, California.

I am over the age of eighteen years and not a party to the within entitled action. My business address is 235 Montgomery Street, Suite 450, San Francisco, California.

I am readily familiar with Wilson, Ryan & Campilongo's practice for collection and processing of correspondence for mailing with the United States Postal Service.

On September 13, 1994, I served the attached AMENDMENT SUBSTITUTING TRUE NAME FOR FICTITIOUS NAME, on the following in said cause, by placing for deposit with the United States Postal Service on this day in the ordinary course of business, true copies thereof enclosed in sealed envelopes. The envelopes were addressed as follows:

Ford Greene, Esq. 711 Sir Francis Drake Boulevard San Anselmo, California

Michael Walton 707 Fawn Drive San Anselmo, California 94960

I declare under the penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Executed at San Francisco, California on September 13, 1994.

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-002-013 'ROOF.MAL mune,

**BOWLES & MOXON** 

ATTORNEYS AT LAW
6255 SUNSET BOULEVARD
SUITE 2000
HOLLYWOOD, CALIFORNIA 90028

TIMOTHY BOWLES \*
KENDRICK L MOXON #
LAURIE J. BARTILSON †
HELENA K. KOBRIN ‡

(213) 463-4395 TELECOPIER (213) 953-3351  ALSO ADMITTED IN OREGON
 ALSO ADMITTED IN THE DISTRICT OF COLUMBIA
 ALSO ADMITTED IN MASSACHUSETTS
 ALSO ADMITTED IN FLORIDA

November 17, 1994

BY TELEFAX AND U.S. MAIL

Michael Walton, Esq 700 Larkspur Landing Circle Suite 120 Larkspur, CA 94939

P.O. Box 751 San Anselmo, CA 94979

Re: Church of Scientology International v. Gerald Armstrong et al., Marin County No. 157 680

Dear Mr. Walton:

I am writing concerning plaintiff's demand to inspect the real property which is the primary subject of this lawsuit; that is, the house on Fawn Drive which Gerald Armstrong conveyed to you in August, 1990, and to which your wife now claims title. The demand was served on you and your wife, in a timely fashion, on October 27, 1994. In response, I have received an objection from you alone, which objects that the requested inspection violates your privacy, is irrelevant, burdensome, oppressive, "harassive," and not calculated to lead to the discovery of admissible evidence. You additionally recite C.C.P. § 2024(a) as grounds for your objection. I write this letter in the hope that we may resolve our differences and allow the requested discovery without a need for a motion to compel.

Mr. Walton, as you well know, the house and its value are central issues in this case. Plaintiff seeks this inspection in order to have the house appraised by a professional real estate appraiser. Such a request is hardly "irrelevant." In an action in which the main issues concern the fraudulent conveyance of cash and real property from Mr. Armstrong to you, it is both relevant and likely to lead to the discovery of relevant evidence. Nor would the requested inspection invade your "privacy;" I am certain that between us we can agree upon conditions that will allow the appraiser to complete his inspection in the least intrusive manner possible.

Ford Greene November 17, 1994 Page 2

While relying for your objection here on C.C.P. § 2024(a), you have simultaneously filed a demurrer to the complaint against your wife in which you complain that she is prejudiced because she may not obtain further discovery. I propose that we solve both problems by stipulating to an extension of the discovery cut-off until thirty days before the presently-scheduled trial date, pursuant to C.C.P. § 2024(f). It seems that both of us consider that good cause exists for such an extension.

Please advise me promptly whether you will agree to an extension of the discovery cut-off, and whether you will permit an inspection of the Fawn Drive property. In the event that you are unwilling to extend the discovery cut-off so that plaintiff can inspect the property, I will be forced to file a motion for an extension pursuant to C.C.P. §2024(e). Your attention is directed to §2024(e)(4).

Sincerely,

BOWLES & MOXON

Laurie J. Bartilson

LJB:mfh

cc: Andrew H. Wilson, Esq.

Michael Lee Hertzberg, Esq.

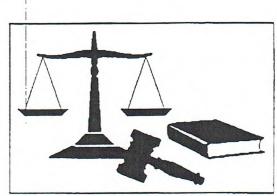
Ford Greene, Esq. Paul Morantz, Esq.

29 11/17 11:59 415 456 8026

DATE TIME TO/FROM MODE MIN/SEC PGS CMD# STATUS G3--S 01'49" 003 113 OK

**BOWLES & MOXON** 

ATTORNEYS AT LAW 6255 SUNSET BOULEVARD SUITE 2000



HOLLYWOOD, CALIFORNIA 90028  TELEPHONE (213) 463-4395 FACSIMILE (213) 953-3351	
DATE: Nov. 17, 194 TIME:	
FROM: Laurie Boitilson  COMMENTS: re: CSI V Armstrong	
There are pages to this transmission, including this pa	ige.
The documents accompanying this transmission contain confidential information to the sender which is privileged. The information is intended only for the use of the or entity named above. If you are not the intended recipient named above, you notified that any disclosure, copying, distribution or the taking of any action based on to of the accompanying documents is prohibited. If you have received this transmission please notify the sender immediately by telephone to arrange for the return of the documents.	e individua are hereby the contents on in error
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## MICHAEL L. WALTON ATTORNEY AT LAW 700 LARKSPUR LANDING CIRCLE SUITE 120 LARKSPUR, CA 94939

(415) 456-7920

November 21, 1994

Ms. Laurie Bartilson 6255 Sunset Boulevard Suite 2000 Hollywood CA 90028

Re: CSI v. Armstrong #157 680

Dear Ms. Bartilson

I am in receipt of your letter dated November 14, 1994. I disagree with your conclusions stated therein regarding an "inspection" of my home. Should your client obtain a judgment against me which relates to 707 Fawn Drive, my objection to an evaluation might change.

Since real estate values continually fluctuate, the value of 707 Fawn Drive today may be different at the time of the conclusion of the trial some six to seven months from now. Absent a court order, no representative of your client will be permitted entry into my home.

You indicate receipt of my sole objection. If you examine your file you should find the additional objection by my wife. I include a copy herewith.

Be advised that I will oppose any motion to reopen discovery in the Marin action.

Very truly yours,

Michael L. Walton

MLW/ cc: Ford Greene, Esq. Enclosure